

Atty. Docket No.: 000168/N0668-35

Amendment to the Specification:

Please replace paragraph [0001] on page 1 with the following rewritten paragraph:

This application claims the benefit of U.S. Patent Application Serial Number 60/217,827, entitled "SYSTEM AND METHOD FOR FINE GRANULAR SCALABLE VIDEO WITH SELECTIVE QUALITY ENHANCEMENT," and is a continuation-in-part of U.S. Patent Application Serial Number 09/347,882, filed on July 6, 1999, now U.S. Patent No. 6,263,022 B1.